

Indigenous Peoples Resilience Fund
Financial Statements
For the Three Month Period Ended December 31, 2022

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Independent Auditor's Report

To the Board members of Indigenous Peoples Resilience Fund

Opinion

We have audited the accompanying financial statements of Indigenous Peoples Resilience Fund, which comprise the statement of financial position as at December 31, 2022, the statements of operations, changes in net assets and cash flows for the three month period then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Indigenous Peoples Resilience Fund as at December 31, 2022, and its results of operation and cash flows for the three month period then ended in accordance with Canadian accounting standards for not-for-profit organizations.

Basis for Opinion

We conducted our audit in accordance with Canadian generally accepted auditing standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are independent of Indigenous Peoples Resilience Fund in accordance with the ethical requirements that are relevant to our audit of the financial statements in Canada, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Canadian accounting standards for not-for-profit organizations, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing Indigenous Peoples Resilience Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate Indigenous Peoples Resilience Fund or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing Indigenous Peoples Resilience Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements



Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Canadian generally accepted auditing standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Canadian generally accepted auditing standards, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Indigenous Peoples Resilience Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on Indigenous Peoples Resilience Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause Indigenous Peoples Resilience Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

BDO Canada LLP

Chartered Professional Accountants, Licensed Public Accountants
Ottawa, Ontario
June 29, 2023

Indigenous Peoples Resilience Fund Statement of Financial Position

December 31

2022

Assets

Current

Cash	\$ 4,406,816
Accounts receivable	661,297
HST receivable	<u>2,908</u>
	<u>\$ 5,071,021</u>

Liabilities and Net Assets

Current

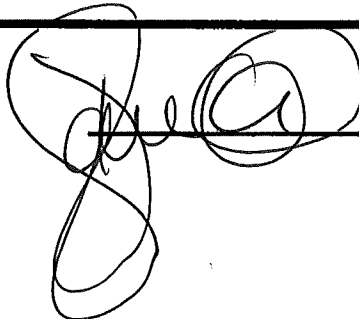
Accounts payable	\$ 618,091
Deferred contributions (Note 2)	<u>4,452,930</u>
	5,071,021

Net Assets

-
\$ 5,071,021

On behalf of the Board:

 Director

 Director

Indigenous Peoples Resilience Fund Statement of Changes in Net Assets

For the three month period ended December 31 2022

Balance, beginning of the period	\$	-
Excess of revenues over expenses		-
Balance, end of the period	\$	-

Indigenous Peoples Resilience Fund Statement of Operations

For the three month period ended December 31

2022

Revenue

Contributions from foundations	\$ 1,969,367
Government support	8,400
	<u>1,977,767</u>

Expenses

Bank charges	772
Grant disbursements	1,772,896
Professional fees	86,618
Supplies	755
Travel expenses	5,725
Utilities	600
Wages and benefits	110,401
	<u>1,977,767</u>

Excess of revenues over expenses

\$ -

Indigenous Peoples Resilience Fund Statement of Cash Flows

For the three month period ended December 31	2022
Cash flows from operating activities	
Excess of revenues over expenses	\$ -
Changes in non-cash working capital:	
Accounts receivable	(661,297)
Accounts payable	618,091
Deferred contributions	4,452,930
HST receivable	(2,908)
	<u>4,406,816</u>
Net increase in cash	4,406,816
Cash, beginning of the period	<u>-</u>
Cash, end of the period	<u>\$ 4,406,816</u>

The accompanying notes are an integral part of these financial statements.

Indigenous Peoples Resilience Fund

Notes to Financial Statements

December 31, 2022

1. Significant Accounting Policies

Purpose of Organization	<p>The Indigenous Peoples Resilience Fund is a not-for-profit organization incorporated on February 25, 2021, without share capital under the Canada Not-for-profit Corporations Act. Independent operations commenced October 2022. The Indigenous Peoples Resilience Fund's purpose is to enhance the "Resilience" of Indigenous communities and organizations responding to the urgent needs brought on by the unknown and critical challenges of COVID-19.</p> <p>The Indigenous Peoples Resilience Fund is a registered charity under the Income Tax Act and, as such, is exempt from income taxes and may issue income tax receipts to donors.</p>
Basis of Accounting	<p>The financial statements have been prepared using Canadian accounting standards for not-for-profit organizations.</p>
Revenue Recognition	<p>The Indigenous Peoples Resilience Fund follows the deferral method of accounting for contributions.</p> <p>Restricted contributions are recognized as revenue in the year in which the related expenses are incurred. Unrestricted contributions are recognized as revenue when received or receivable if the amount to be received can be reasonably estimated and collection is reasonably assured.</p>
Financial Instruments	<p>The Indigenous Peoples Resilience Fund initially measures its financial assets and liabilities at fair value. The organization subsequently measures all its financial assets and liabilities at amortized cost.</p> <p>Financial assets are tested for impairment when indicators of impairment exist. When a significant change in the expected timing or amount of the future cash flows of the financial asset is identified, the carrying amount of the financial asset is reduced and the amount of the write-down is recognized in net income.</p>

Indigenous Peoples Resilience Fund

Notes to Financial Statements

December 31, 2022

2. Deferred Contributions

Deferred contributions represent funding received in the current period that is related to expenses of a subsequent period. Changes in the deferred contributions balance are as follows:

	<u>2022</u>
Beginning balance	\$ -
Add: amounts received related to a subsequent period	6,422,297
Less: amounts recognized as revenue in the period	<u>(1,969,367)</u>
Ending balance	<u>\$ 4,452,930</u>

3. Financial Instruments

Credit risk

The Indigenous Peoples Resilience Fund is exposed to credit risk with respect to accounts receivable. On a continuous basis, the organization assesses its accounts receivable on the basis of amounts where, final reception of the amount is reasonably assured based on their estimated realizable value.

The Indigenous Peoples Resilience Fund is also exposed to credit risk arising from all of its bank accounts being held at one financial institution

Liquidity risk

Liquidity risk is the risk that the Indigenous Peoples Resilience Fund will encounter difficulty in meeting its obligations associated with financial liabilities. Liquidity risk includes the risk that, as a result of operational liquidity requirements, the Indigenous Peoples Resilience Fund will not have sufficient funds to settle a transaction on the due date; will be forced to sell financial assets at a value, which is less than what they are worth; or may be unable to settle or recover a financial asset. The Indigenous Peoples Resilience Fund is exposed to this risk mainly in respect of its accounts payable.

The Indigenous Peoples Resilience Fund's approach to managing liquidity is to ensure, as far as possible, that it will always have sufficient cash flows to fund its operations and to meet its liabilities when due, under both normal and stressed conditions.
